

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

<p style="font-size: 1.2em; margin: 0;">W-01212A</p> <p style="margin: 10px 0;">Valencia Water Company, Inc. (Greater Buckeye Division) c/o Global Water 21410 N 19th Ave. Ste. 201 Phoenix, AZ 85027</p>	<div style="border: 1px solid black; width: 60px; height: 60px; margin: 0 auto; display: flex; align-items: center; justify-content: center; font-size: 2em;">V</div> <div style="text-align: left; margin-top: 20px;"><p style="margin: 0;">RECEIVED</p><p style="margin: 0;">APR 16 2010</p><p style="margin: 0;">ACC UTILITIES DIRECTOR</p></div>
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ANNUAL REPORT
Water

FOR YEAR ENDING

12	31	2009
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FOR COMMISSION USE

ANN 04	09
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4-20-10

COMPANY INFORMATION

Company Name (Business Name) Valencia Water Company, Inc. (Greater Buckeye Division)

Mailing Address 21410 N. 19th Ave., Ste. 201

(Street)

Phoenix

(City)

AZ

(State)

85027

(Zip)

623-580-9600

Telephone No. (Include Area Code)

623-580-9659

Fax No. (Include Area Code)

NA

Cell No. (Include Area Code)

Email Address graham.symmonds@gwresources.com

Local Office Mailing Address Same as above

(Street)

(City)

(State)

(Zip)

Local Office Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Cell No. (Include Area Code)

Email Address _____

MANAGEMENT INFORMATION

☐ **Regulatory Contact:** Graham Symmonds

☐ **Management Contact:** Graham Symmonds CTO & SVP Regulatory Affairs & Compliance

(Name)

(Title)

21410 N. 19th Ave. Ste. 210

(Street)

Phoenix

(City)

AZ

(State)

85027

(Zip)

623-580-9600

Telephone No. (Include Area Code)

623-580-9659

Fax No. (Include Area Code)

602-615-4532

Cell No. (Include Area Code)

Email Address graham.symmonds@gwresources.com

On Site Manager: Ron Fleming, WVR General Manager

(Name)

201 East Coronado Street

(Street)

Buckeye

(City)

AZ

(State)

85326

(Zip)

623-386-4252

Telephone No. (Include Area Code)

623-386-6638

Fax No. (Include Area Code)

602-550-2717

Cell No. (Include Area Code)

Email Address ron.fleming@gwresources.com

Statutory Agent: <u>Andrew Abraham, Burch & Cracchiolo, PLC</u>			
(Name)			
<u>702 East Osborn, Ste. 200</u>	<u>Phoenix</u>	<u>AZ</u>	<u>85014</u>
(Street)	(City)	(State)	(Zip)
<u>602-274-7611</u>	<u>602-234-0341</u>		
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)	
Attorney: <u>Timothy J. Sabo, Roshka DeWulf & Patten, PLC</u>			
(Name)			
<u>400 E Van Buren, Ste. 800</u>	<u>Phoenix</u>	<u>AZ</u>	<u>85004</u>
(Street)	(City)	(State)	(Zip)
<u>602-256-6100</u>	<u>602-256-6800</u>		
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)	
Email Address _____			

OWNERSHIP INFORMATION

Check the following box that applies to your company:

- | | |
|--|---|
| <input type="checkbox"/> Sole Proprietor (S) | <input checked="" type="checkbox"/> C Corporation (C) (Other than Association/Co-op) |
| <input type="checkbox"/> Partnership (P) | <input type="checkbox"/> Subchapter S Corporation (Z) |
| <input type="checkbox"/> Bankruptcy (B) | <input type="checkbox"/> Association/Co-op (A) |
| <input type="checkbox"/> Receivership (R) | <input type="checkbox"/> Limited Liability Company |
| <input type="checkbox"/> Other (Describe) _____ | |

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

- | | | |
|--|---|--|
| <input type="checkbox"/> APACHE | <input type="checkbox"/> COCHISE | <input type="checkbox"/> COCONINO |
| <input type="checkbox"/> GILA | <input type="checkbox"/> GRAHAM | <input type="checkbox"/> GREENLEE |
| <input type="checkbox"/> LA PAZ | <input checked="" type="checkbox"/> MARICOPA | <input type="checkbox"/> MOHAVE |
| <input type="checkbox"/> NAVAJO | <input type="checkbox"/> PIMA | <input type="checkbox"/> PINAL |
| <input type="checkbox"/> SANTA CRUZ | <input type="checkbox"/> YAVAPAI | <input type="checkbox"/> YUMA |
| <input type="checkbox"/> STATEWIDE | | |

COMPANY NAME: VALENCIA WATER COMPANY – GREATER BUCKEYE DIVISION

UTILITY PLANT IN SERVICE

ACCT NO	DESCRIPTION	ORIGINAL COST	ACCUMULATED DEPRECIATION	OCID
301	ORGANIZATION	-	-	\$ -
302	FRANCHISE	-	-	\$ -
303	LAND & LAND RIGHTS	27,898.37	-	\$ 27,898.37
304	STRUCTURES & IMPROVEMENTS	39,168.77	(20,517.93)	\$ 18,650.84
307	WELLS & SPRINGS	115,895.01	(100,497.49)	\$ 15,397.52
311	PUMPING EQUIPMENT	520,466.27	(200,382.62)	\$ 320,083.65
320	WATER TREATMENT EQUIPMENT	847,123.50	(78,627.05)	\$ 768,496.45
330	DISTRIBUTION RESERVOIRS & STANDPIPES	588,493.86	(178,723.28)	\$ 409,770.58
331	TRANSMISSION & DISTRIBUTION MAINS	764,503.91	(394,558.04)	\$ 369,945.87
333	SERVICES	37,405.77	(21,749.60)	\$ 15,656.17
334	METERS & METER INSTALLATIONS	36,196.81	(19,098.08)	\$ 17,098.73
335	HYDRANTS	40,756.70	(20,441.26)	\$ 20,315.44
336	BACKFLOW PREVENTION DEVICES	5,432.29	(950.67)	\$ 4,481.62
339	OTHER PLANT & MISCELLANEOUS EQUIPMENT	4,283.51	(537.44)	\$ 3,746.07
343	TOOLS, SHOP, AND GARAGE EQUIPMENT	1,650.28	(127.98)	\$ 1,522.30
346	COMMUNICATION EQUIPMENT	7,491.34	(528.09)	\$ 6,963.25
347	MISCELLANEOUS EQUIPMENT	6,822.62	(1,261.17)	\$ 5,561.45
348	OTHER TANGIBLE PLANT	7,452.50	(558.93)	\$ 6,893.57
	TOTALS	3,051,041.51	(1,038,559.63)	\$ 2,012,481.88

This amount goes on the Balance Sheet Acct. No. 108



COMPANY NAME: VALENCIA WATER COMPANY – GREATER BUCKEYE DIVISION

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

ACCT NO	DESCRIPTION	ORIGINAL COST	DEPRECIATION PERCENTAGE	DEPRECIATION EXPENSE
303	LAND & LAND RIGHTS	27,898.37	0%	\$ -
304	STRUCTURES & IMPROVEMENTS	39,168.77	5%	\$ 1,781.49
307	WELLS & SPRINGS	115,895.01	5%	\$ 2,872.90
311	PUMPING EQUIPMENT	520,466.27	5%	\$ 23,817.82
320	WATER TREATMENT EQUIPMENT	847,123.50	5%	\$ 39,375.47
330	DISTRIBUTION RESERVOIRS & STANDPIPES	588,493.86	5%	\$ 28,736.24
331	TRANSMISSION & DISTRIBUTION MAINS	764,503.91	5%	\$ 36,478.43
333	SERVICES	37,405.77	5%	\$ 1,735.69
334	METERS & METER INSTALLATIONS	36,196.81	5%	\$ 1,582.86
335	HYDRANTS	40,756.70	5%	\$ 2,037.83
336	BACKFLOW PREVENTION DEVICES	5,432.29	5%	\$ 271.62
339	OTHER PLANT & MISCELLANEOUS EQUIPMENT	4,283.51	5%	\$ 214.17
343	TOOLS, SHOP, AND GARAGE EQUIPMENT	1,650.28	5%	\$ 82.50
346	COMMUNICATION EQUIPMENT	7,491.34	5%	\$ 211.23
347	MISCELLANEOUS EQUIPMENT	6,822.62	5%	\$ 504.46
348	OTHER TANGIBLE PLANT	7,452.50	5%	\$ 372.62
	TOTALS	3,051,041.51		\$ 140,075.33

This amount goes on the Comparative Statement of Income and Expense
Acct. No. 403.



BALANCE SHEET

Acct No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	ASSETS		
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$(138)	\$(138)
132	Special Deposits	8,800	10,873
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	15,281	12,397
143	Accumulated Provision for Uncollectible Accounts	(5,091)	(3,093)
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments	4,670	5,082
174	Miscellaneous Current and Accrued Assets	12,058	15,164
	TOTAL CURRENT AND ACCRUED ASSETS	\$35,580	\$40,286
	FIXED ASSETS		
101	Utility Plant in Service	\$2,832,537	\$3,051,042
103	Property Held for Future Use		
105	Construction Work in Progress	130,842	5,269
108	Accumulated Depreciation – Utility Plant	(898,484)	(1,038,560)
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	\$2,064,894	\$2,017,751
	OTHER ASSETS		
114	Utility Plant Acquisition Adjustments	1,888,677	1,888,677
181	Unamortized Debt Discount & Expense		45
190	Accumulated Deferred Income Taxes		15,390
	TOTAL OTHER ASSETS	1,888,677	1,904,112
	TOTAL ASSETS	\$3,989,151	\$3,962,148

NOTE: The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	LIABILITIES		
	CURRENT LIABILITES		
231	Accounts Payable	\$34,120	\$79,969
232	Notes Payable (Current Portion)	10,528	11,261
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits	11,080	13,269
236	Accrued Taxes	7,764	8,417
237	Accrued Interest	1,255	1,760
241	Miscellaneous Current and Accrued Liabilities	107,066	24,734
253	Other Deferred Credits	5,006	7,811
	TOTAL CURRENT LIABILITIES	\$176,818	\$147,221
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$157,572	\$146,311
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction	747,555	747,864
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction	407,979	407,979
272	Less: Amortization of Contributions	(71,396)	(91,795)
281	Accumulated Deferred Income Tax	55,148	
	TOTAL DEFERRED CREDITS	\$1,139,286	\$1,064,048
	TOTAL LIABILITIES	\$1,473,676	\$1,357,580
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$	\$
211	Paid in Capital in Excess of Par Value	2,396,458	2,489,049
215	Retained Earnings	119,016	115,519
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$2,515,475	\$2,604,568
	TOTAL LIABILITIES AND CAPITAL	\$3,989,151	\$3,962,148

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$364,444	\$336,851
460	Unmetered Water Revenue		
474	Other Water Revenues	14,709	16,565
	TOTAL REVENUES	\$379,153	\$353,416
	OPERATING EXPENSES		
601	Salaries and Wages	\$94,433	\$83,035
610	Purchased Water	52,085	52,384
615	Purchased Power	26,107	25,191
618	Chemicals	13,043	5,291
620	Repairs and Maintenance	4,236	879
621	Office Supplies and Expense	16,538	12,199
630	Outside Services	589	759
635	Water Testing	3,774	7,595
641	Rents	3,742	4,995
650	Transportation Expenses	9,728	4,340
657	Insurance – General Liability	2,073	3,330
659	Insurance - Health and Life	332	1,546
666	Regulatory Commission Expense – Rate Case		
675	Miscellaneous Expense	11,963	9,209
403	Depreciation Expense	95,385	119,676
408	Taxes Other Than Income	3,340	815
408.11	Property Taxes	15,527	16,351
409	Income Tax	6,862	(2,145)
	TOTAL OPERATING EXPENSES	\$359,757	\$345,450
	OPERATING INCOME/(LOSS)	\$19,396	\$7,966
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$	\$
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense	(8,548)	(11,463)
	TOTAL OTHER INCOME/(EXPENSE)	\$(8,548)	\$(11,463)
	NET INCOME/(LOSS)	\$10,848	\$(3,497)

SUPPLEMENTAL FINANCIAL DATA

Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued	4/11/91	6/2003	11/2006	
Source of Loan	Seller - Garcia	WIFA	WIFA	
ACC Decision No.	57607	64890	68450	
Reason for Loan	First Lien	Interconnect Pipe	Arsenic Treatment	
Dollar Amount Issued	\$66,000	\$55,000	\$114,500	\$
Amount Outstanding	\$25,913	\$41,021	\$90,638	\$
Date of Maturity	01/2015	11/2022	10/2026	
Interest Rate	8%	4.688%	6.65%	%
Current Year Interest	\$2,368	\$1,982	\$6,180	\$
Current Year Principle	\$4,016	\$2,326	\$4,186	\$

Meter Deposit Balance at Test Year End \$ 13,269.25

Meter Deposits Refunded During the Test Year \$ 10,629.36

COMPANY NAME: Valencia Water Company - Greater Buckeye Division

Name of System: Sonoran Ridge

ADEQ Public Water System Number: AZ-04-07-732

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (Inches)	Year Drilled
55-572657 Sonoran Ridge	40	180	700	6	4"	1999

* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (GPM)	Gallons Purchased or Obtained (In Thousands)

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
20	2	34	
30	1		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
250,000 GAL	1	5,000 GAL	1

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME: Valencia Water Company - Greater Buckeye Division

Name of System: Sonoran Ridge

ADEQ Public Water System Number: AZ-04-07-732

MAINS

Size (in Inches)	Material	Length (in Feet)
8	DIP	1,311
8	PVC	10,786
10	PVC	4,468
12	PVC	538
6	UNK	117
12	UNK	102
16	UNK	91

CUSTOMER METERS

Size (in inches)	Quantity
1"	40
5/8"	19

ABS = Acrylonitrile-Butadiene-Styrene
AC = Asbestos Cement
ACP = Asbestos Concrete Pipe
ASWP = American Spiral Weld Pipe
CU = Copper
DIP = Ductile Iron Pipe
DIP150 = 150# Ductile Iron Pipe
=

GALV = Galvanized Steel Pipe
PVC = Polyvinyl Chloride
PVCCL1 = PVC 900 CL 150
PVCCL2 = PVC 900 CL 200
PVCNP = PVC - Not Purple
SDRCL1 = PVC SDR 26 CL 160
STEEL = Steel
UNK = Unknown

For the following three items, list the utility owned assets in each category for each system.

TREATMENT EQUIPMENT:

Arsenic Treatment System

Chlorinator installed at well site

STRUCTURES:

Disinfection system has a prefabricated shed to secure the chemical tank and equipment, in addition to chemical

OTHER:

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME: Valencia Water Company - Greater Buckeye Division

Name of System: Bulfer/Primrose

ADEQ Public Water System Number: AZ-04-07-114

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (Inches)	Year Drilled
55-618513 Bulfer/Primrose	5	40	273	8	1 1/2"	1972

* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (GPM)	Gallons Purchased or Obtained (In Thousands)

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
10	2	10	
25	1		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
130,000 GAL	1	2,400 GAL	1

MAINS

Size (in Inches)	Material	Length (in Feet)
4	PVC	1,321
8	PVC	5,416
-99	UNK	6,655
6	UNK	563
8	UNK	118

CUSTOMER METERS

Size (in inches)	Quantity
1"	8
3/4"	1
5/8"	83

ABS = Acrylonitrile-Butadiene-Styrene
 AC = Asbestos Cement
 ACP = Asbestos Concrete Pipe
 ASWP = American Spiral Weld Pipe
 CU = Copper
 DIP = Ductile Iron Pipe
 DIP150 = 150# Ductile Iron Pipe
 =

GALV = Galvanized Steel Pipe
 PVC = Polyvinyl Chloride
 PVCCL1 = PVC 900 CL 150
 PVCCL2 = PVC 900 CL 200
 PVCNP = PVC - Not Purple
 SDRCL1 = PVC SDR 26 CL 160
 STEEL = Steel
 UNK = Unknown

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME: Valencia Water Company - Greater Buckeye Division	
Name of System: Bulfer/Primrose	ADEQ Public Water System Number: AZ-04-07-114

For the following three items, list the utility owned assets in each category for each system.

TREATMENT EQUIPMENT:

Chlorinator installed at well site

STRUCTURES:

Disinfection system has a prefabricated shed to secure the chemical tank and equipment, in addition to chemical containment

OTHER:

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME: Valencia Water Company - Greater Buckeye Division	
Name of System: Sweetwater 2	ADEQ Public Water System Number: AZ-04-07-129

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (Inches)	Year Drilled
55-802332			0	6		1970
55-802333 Sweetwater 2	5	40	279	8	1 1/2"	1970

* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (GPM)	Gallons Purchased or Obtained (In Thousands)
City of Goodyear Interconnect		12,072

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
10	1		
7.5	1		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
157,000 GAL	1	3,400 GAL	1

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME: Valencia Water Company - Greater Buckeye Division

Name of System: Sweetwater 2

ADEQ Public Water System Number: AZ-04-07-129

MAINS

Size (in Inches)	Material	Length (in Feet)
-99		453
3	ACP	1,013
6	ACP	6,972
6	DIP	512
4	SDRCL1	1,026
2	UNK	312
3	UNK	1,037
4	UNK	2,662
6	UNK	984

CUSTOMER METERS

Size (in inches)	Quantity
1"	4
3/4"	1
5/8"	90

ABS = Acrylonitrile-Butadiene-Styrene

AC = Asbestos Cement

ACP = Asbestos Concrete Pipe

ASWP = American Spiral Weld Pipe

CU = Copper

DIP = Ductile Iron Pipe

DIP150 = 150# Ductile Iron Pipe

=

GALV = Galvanized Steel Pipe

PVC = Polyvinyl Chloride

PVCCL1 = PVC 900 CL 150

PVCCL2 = PVC 900 CL 200

PVCNP = PVC - Not Purple

SDRCL1 = PVC SDR 26 CL 160

STEEL = Steel

UNK = Unknown

For the following three items, list the utility owned assets in each category for each system.

TREATMENT EQUIPMENT:

Chlorinator installed at well site

STRUCTURES:

Disinfection system has a prefabricated shed to secure the chemical tank and equipment, in addition to chemical containment

OTHER:

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME: Valencia Water Company - Greater Buckeye Division

Name of System: Sun Valley/SW 1

ADEQ Public Water System Number: AZ-04-07-195

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (Inches)	Year Drilled
55-800946 SVR Well #2	50	350	600	16		1957
55-800947 Sun Valley	30	275	747	20	6"	1995
55-802328 Sweetwater 1	3	30	513	18		1969
55-802329			0	6		1968
55-802330			0	6		1968

* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (GPM)	Gallons Purchased or Obtained (In Thousands)

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
20	1	42	
25	2		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
11,000 GAL	1	2,000 GAL	1
125,000 GAL	1	3,000 GAL	1

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME: Valencia Water Company - Greater Buckeye Division

Name of System: Sun Valley/SW 1

ADEQ Public Water System Number: AZ-04-07-195

MAINS

Size (in Inches)	Material	Length (in Feet)
6	AC	5,302
4	ACP	388
6	ACP	830
4	PVC	2,248
6	PVC	60,797
8	PVC	7,962
10	PVC	2,204
-99	UNK	302
4	UNK	7,318
6	UNK	4,028
8	UNK	5,849
10	UNK	64

CUSTOMER METERS

Size (in inches)	Quantity
1"	7
3/4"	2
5/8"	402

ABS = Acrylonitrile-Butadiene-Styrene
AC = Asbestos Cement
ACP = Asbestos Concrete Pipe
ASWP = American Spiral Weld Pipe
CU = Copper
DIP = Ductile Iron Pipe
DIP150 = 150# Ductile Iron Pipe
=

GALV = Galvanized Steel Pipe
PVC = Polyvinyl Chloride
PVCCL1 = PVC 900 CL 150
PVCCL2 = PVC 900 CL 200
PVCNP = PVC - Not Purple
SDRCL1 = PVC SDR 26 CL 160
STEEL = Steel
UNK = Unknown

For the following three items, list the utility owned assets in each category for each system.

TREATMENT EQUIPMENT:

Chlorinator installed at Sun Valley booster

STRUCTURES:

Disinfection system has a prefabricated shed to secure the chemical tank and equipment, in addition to chemical containment

OTHER:

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME: VALENCIA WATER COMPANY – GREATER BUCKEYE DIVISION	
Name of System: Sonoran Ridge	ADEQ Public Water System Number: AZ04-07-732

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2009

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	56	392	466	
FEBRUARY	57	474	445	
MARCH	56	369	545	
APRIL	56	521	558	
MAY	56	480	728	
JUNE	57	540	789	
JULY	58	815	1,061	
AUGUST	57	919	840	
SEPTEMBER	58	787	712	
OCTOBER	58	535	897	
NOVEMBER	58	605	636	
DECEMBER	58	549	557	
TOTALS →		6,985	8,234	

What is the level of arsenic for each well on your system?

(If more than one well, please list each separately.)

ADWR #55-572657 (Sonoran Ridge) 12 ppb, EPDS 5 ppb

If system has fire hydrants, what is the fire flow requirement? ____ GPM for ____ hrs

If system has chlorination treatment, does this treatment system chlorinate continuously?

(X) Yes () No

Is the Water Utility located in an ADWR Active Management Area (AMA)?

(X) Yes () No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?

() Yes (X) No

If yes, provide the GPCPD amount: _____

Note: If you are filing for more than one system, please provide separate data sheets for each system.

COMPANY NAME: VALENCIA WATER COMPANY – GREATER BUCKEYE DIVISION	
Name of System: Bulfer/Primrose	ADEQ Public Water System Number: AZ04-07-114

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2009

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	87	587	863	
FEBRUARY	88	623	702	
MARCH	88	577	947	
APRIL	87	741	1,093	
MAY	87	988	1,221	
JUNE	87	1,020	1,179	
JULY	88	1,114	1,212	
AUGUST	89	964	1,077	
SEPTEMBER	88	1,058	1,291	
OCTOBER	88	878	1,148	
NOVEMBER	89	730	1,182	
DECEMBER	87	802	1,021	
TOTALS →		10,079	12,936	

What is the level of arsenic for each well on your system?

(If more than one well, please list each separately.)

ADWR #55-618513 (Bulfer) 7.1 ppb

If system has fire hydrants, what is the fire flow requirement? ____ GPM for ____ hrs

If system has chlorination treatment, does this treatment system chlorinate continuously?

☒ Yes

☐ No

Is the Water Utility located in an ADWR Active Management Area (AMA)?

☒ Yes

☐ No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?

☐ Yes

☒ No

If yes, provide the GPCPD amount: _____

Note: If you are filing for more than one system, please provide separate data sheets for each system.

COMPANY NAME: VALENCIA WATER COMPANY – GREATER BUCKEYE DIVISION		
Name of System:	Sweetwater 2	ADEQ Public Water System Number: AZ04-07-129

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2009

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	91	617		794
FEBRUARY	90	810		726
MARCH	90	728		934
APRIL	90	804		994
MAY	89	1,171		1,227
JUNE	89	1,067		1,227
JULY	89	1,218		1,307
AUGUST	90	1,348		1,201
SEPTEMBER	90	1,269		1,120
OCTOBER	90	1,029		948
NOVEMBER	90	701		849
DECEMBER	89	728		745
TOTALS →		11,492		12,072

What is the level of arsenic for each well on your system?

(If more than one well, please list each separately.)

ADWR #55-80233 (SWII) 8.2 ppb, interconnect with City of Goodyear, EPDS 6.8 ppb

If system has fire hydrants, what is the fire flow requirement? ____ GPM for ____ hrs

If system has chlorination treatment, does this treatment system chlorinate continuously?

(X) Yes () No

Is the Water Utility located in an ADWR Active Management Area (AMA)?

(X) Yes () No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?

() Yes (X) No

If yes, provide the GPCPD amount: _____

Note: If you are filing for more than one system, please provide separate data sheets for each system.

COMPANY NAME: VALENCIA WATER COMPANY – GREATER BUCKEYE DIVISION		
Name of System: Sun Valley	ADEQ Public Water System Number: AZ04-07-195	

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2009

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	362	1,917	2,996	
FEBRUARY	359	2,043	2,516	
MARCH	368	2,269	3,757	
APRIL	370	2,635	3,990	
MAY	365	3,686	4,939	
JUNE	365	3,667	5,811	
JULY	365	4,495	5,384	
AUGUST	372	4,058	4,618	
SEPTEMBER	374	4,608	4,307	
OCTOBER	374	3,462	3,628	
NOVEMBER	373	2,956	3,269	
DECEMBER	369	2,644	2,678	
TOTALS →		38,440	47,893	

What is the level of arsenic for each well on your system?

(If more than one well, please list each separately.)

ADWR #55-802328 (SW I) and ADWR #55-800946 (SVII) Off-Line

ADWR #55-809473 (Sun Valley) 8.9 ppb

If system has fire hydrants, what is the fire flow requirement? ____ GPM for ____ hrs

If system has chlorination treatment, does this treatment system chlorinate continuously?

☒ Yes ☐ No

Is the Water Utility located in an ADWR Active Management Area (AMA)?

☒ Yes ☐ No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?

☐ Yes ☒ No

If yes, provide the GPCPD amount: _____

Note: If you are filing for more than one system, please provide separate data sheets for each system.

COMPANY NAME: VALENCIA WATER COMPANY – GREATER BUCKEYE DIVISION			
Name of System:	Consolidated	ADEQ Public Water System Number: NA	

UTILITY SHUTOFFS / DISCONNECTS

MONTH	Termination without Notice R14-2-410.B	Termination with Notice R14-2-410.C	OTHER
JANUARY	0	9	
FEBRUARY	0	8	
MARCH	0	13	
APRIL	0	0	
MAY	0	21	
JUNE	0	11	
JULY	0	19	
AUGUST	0	17	
SEPTEMBER	0	18	
OCTOBER	0	13	
NOVEMBER	0	29	
DECEMBER	0	24	
TOTALS →	0	182	

OTHER (description):

**COMPANY NAME: VALENCIA WATER COMPANY – GREATER BUCKEYE DIVISION
YEAR ENDING 12/31/2009**

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2009 was: **\$16,351.00**

Attach to this annual report proof (e.g. property tax bills stamped “paid in full” or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. _____

**VERIFICATION
AND
SWORN STATEMENT
Taxes**

RECEIVED

APR 12 2010

VERIFICATION

STATE OF ARIZONA Maricopa

ACC UTILITIES DIRECTOR

**I, THE UNDERSIGNED Graham Symmonds, CTO & SVP Regulatory Affairs & Compliance
OF THE Valencia Water Company, Inc.**

**DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE
ARIZONA CORPORATION COMMISSION**

FOR THE YEAR ENDING

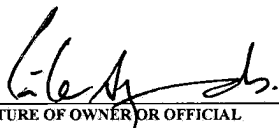
MONTH	DAY	YEAR
12	31	2009

**HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS,
PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY
EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND
CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE
PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY
MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE,
INFORMATION AND BELIEF.**

SWORN STATEMENT

**I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT
AND PAID IN FULL.**

**I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND
PAID IN FULL.**

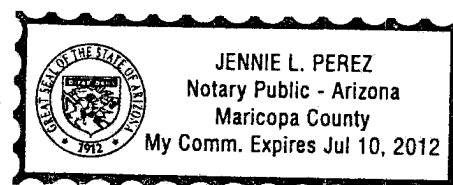


SIGNATURE OF OWNER OR OFFICIAL

623-580-9600

TELEPHONE NUMBER

**SUBSCRIBED AND SWORN TO BEFORE ME JENNIE L PEREZ
A NOTARY PUBLIC IN AND FOR THE COUNTY OF MARICOPA
THIS 15 DAY OF APRIL, 2010.**



MY COMMISSION EXPIRES 7/10/2012



SIGNATURE OF NOTARY PUBLIC

**COMPANY NAME: VALENCIA WATER COMPANY – GREATER BUCKEYE DIVISION
YEAR ENDING 12/31/2009**

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported	<u>\$ (3,497.00)</u>
Estimated or Actual Federal Tax Liability	<u>\$ 0.00</u>

State Taxable Income Reported	<u>\$ (3,497.00)</u>
Estimated or Actual State Tax Liability	<u>\$ 0.00</u>

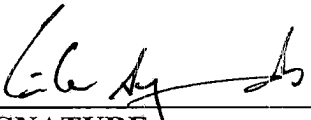
Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances	<u>\$ 1,155,843.53</u>
Amount of Gross-Up Tax Collected	<u>\$ 0.00</u>
Total Grossed-Up Contributions/Advances	<u>\$ 0.00</u>

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.



SIGNATURE

April 15, 2010

DATE

Graham Symmonds

PRINTED NAME

CTO & SVP Regulatory Affairs & Compliance

TITLE

RECEIVED

[illegible]

ACC UTILITIES DIRECTOR

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

MONTH	DAY	YEAR
12	31	2009


SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES **7/10/2012**

VERIFICATION AND SWORN STATEMENT
RESIDENTIAL REVENUE
Intrastate Revenues Only

RECEIVED

APR 15 2010

ACC UTILITIES DIRECTOR

VERIFICATION

STATE OF ARIZONA Maricopa

I, THE UNDERSIGNED Graham Symmonds, CTO & SVP Regulatory Affairs & Compliance

OF THE Valencia Water Company, Inc.

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2009

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

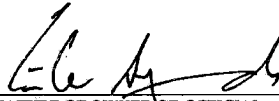
IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2009 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

\$353,757.81

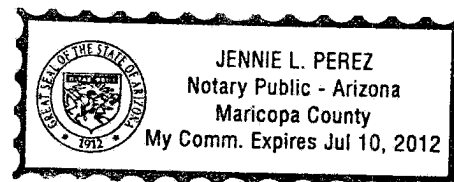
THE AMOUNT IN BOX AT LEFT
INCLUDES \$19,809.78
IN SALES TAXES BILLED, OR COLLECTED)

***RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.**


SIGNATURE OF OWNER OR OFFICIAL

623-580-9600
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME JENNIE L PEREZ
A NOTARY PUBLIC IN AND FOR THE COUNTY OF MARICOPA
THIS 15 DAY OF APRIL, 2010.



MY COMMISSION EXPIRES 7/10/2012


SIGNATURE OF NOTARY PUBLIC